



**Delivering More Than Power.®**

Mail Station ISB250  
PO Box 52025  
Phoenix, AZ 85072-202

March 17, 2004

Ms. Jean Gray  
Assistant Regional Manager for Power Marketing  
Western Area Power Administration  
P.O. Box 6457  
Phoenix, AZ 85005-7457

Re: Parker-Davis Project letter of March 5, 2004

Dear Jean:

SRP has reviewed your letter of March 5 regarding the request from K. R. Saline and Associates to allow certain P-D contractors to implement their new P-D allocations prior to October 2008.

You have identified a number of implications which may result from acting on such a request, including a likely reduction in excess energy offerings, increased energy purchases and the impact on the Advancement of Funds contract.

SRP would be concerned with any adverse impact to SRP and the other FES contractors which might result from any such action. The analysis presented in your letter needs further explanation for us to fully understand if and how SRP might be impacted and consequently provide comments on the alternatives presented in your letter, or for that matter to consider other possible alternatives.

We request that you schedule an informal customer meeting to include a review and discussion of the analysis presented in your letter followed by another period of time in which to provide written comments.

Sincerely,

A handwritten signature in black ink that reads "Mark S. Mitchell". The signature is fluid and cursive.

Mark S. Mitchell  
Manager, Power Marketing